

Processed Chicken: National Mechanically Separated Chicken (Fri.)

Agricultural Marketing Service ***CORRECTION TO 2009 MONTHLY VOLUMES***

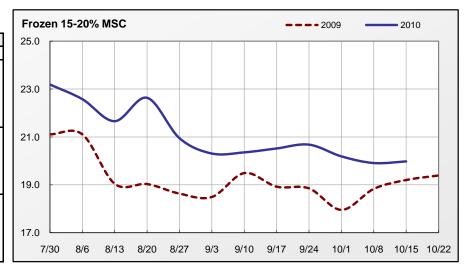
Poultry Market News & Analysis Branch

(F.O.B. Shipper Dock or equivalent; negotiated prices in trucklot and less-than-trucklot volumes reported in thousand pound quantities, cents/pound; delivery within 2 weeks.)

The price trend was steady to weak on fresh 15-20% with the balance of fat contents steady. Supplies of fresh and frozen 15-20% were moderate to heavy with the remainder moderate. Schedules were seasonally normal. Domestic and export demand on fresh and frozen 15-20% was light with some slightly improved interest noted into export channels for the balance of 2010. Market activity remains slow. 2011 contract negotiations persist with no action, lots of conversation, and a definite disparity between buyer and seller pricing mentalities. In the meantime, many industry players continue to struggle moving MSC and frames due seasonal reductions and push back from buyers with heavy inventories of finished products. Frames continue to be rendered or sold with very limited buyer interest. Raw material supplies remain heavy. Frame values were steady to lower with trading between 4.5-7 cents FOB.

Weekly MSC Weighted Average Prices (cents/pound) and Volumes (1,000 pounds)

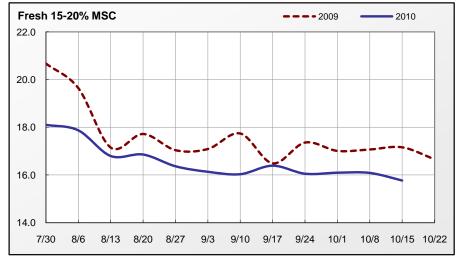
		Frozen		Fresh			
Fat Content	15-Oct-10	Last Week	Last Year	15-Oct-10	Last Week	Last Year	
15% or Less							
Price Range			-	18.00 - 19.00	18.00	19.00-20.00	
Wtd Avg Price			-	18.50	18.57	19.20	
Volume Traded	-	-	-	163	143	202	
Volume Exported	-	-	-	-	-	-	
15-20%							
Price Range	15.00 - 22.00	15.00 - 22.00	17.00-22.50	12.00 - 20.00	12.50 - 19.00	16.00-20.00	
Wtd Avg Price	19.98	19.91	19.20	15.77	16.09	17.16	
Volume Traded	1,944	1,284	1,297	2,576	3,372	2,000	
Volume Exported	1,884	1,164	1,297	530	612	122	
20% or More							
Price Range	-	-	-	18.00	18.00	17.00	
Wtd Avg Price			-	18.00	18.00	17.00	
Volume Traded	-	-	-	41	41	82	
Volume Exported	-	-	-	-	-	-	



Monthly MSC Weighted Average Prices (cents/pound) and Volumes (1,000 pounds)

	Frozen			Fresh		
Fat Content	Sep 2010	Aug 2010	Sep 2009	Sep 2010	Aug 2010	Sep 2009
15% or Less						
Wtd Avg Price	-	-	-	18.80	21.51	19.07
Volume Traded	-	-	-	408	628	1,170
Volume Exported	-	-	-	-	200	-
15-20%						
Wtd Avg Price	20.43	21.80	18.86	16.14	16.91	17.21
Volume Traded	6,576	6,995	6,748	12,811	12,159	***13,327***
Volume Exported	6,336	6,067	5,848	1,999	2,122	3,773
20% or More						
Wtd Avg Price	-	-	-	17.75	18.57	17.80
Volume Traded	-	-	-	163	286	204
Volume Exported	-	-	-	-	-	-

Note: Volume exported refers to that portion of the total volume that is destined for export markets.



Source: USDA AMS Poultry Market News & Analysis

Fri. Oct 15, 2010